GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:1190
ANSWERED ON:24.10.2008
RELAXATION OF NORMS FOR RECOVERY OF LOAN
Kaushal Shri Raghuvir Singh

Will the Minister of FINANCE be pleased to state:

(a) whether certain customers are given relaxation in recovery of loans disbursed by the banks; and

(b) if so,the details of criteria adopted along vvith the relaxation granted to non-agricultural loans during the last three years and the current year,State-wise, bank-wise?

Answer

THE MINISTER OF ST ATE IN THE MINISTRY OF FINANCE(SHRI PAWAN KUMAR BANSAL)

(a) & (b): Reserve Bank of India (RBI) has n~ported that no fresh guidelines on One Time Settlement (OTS) have been issued since January,2003.The OTS guidelines issued earlier were withdrawn vide their circular dated December 18,2006.However,banks are permitted to have their compromise or negotiated settlement of Non Performing Assets in terms of their circular dated July 28,1995.The data base maintaim~d by RBI does not generate information on relaxations granted to non-agricultural loans.